

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1185 - HB 1383

March 16, 2021

SUMMARY OF ORIGINAL BILL: Requires the Board of Trustees (Board) of the Tennessee Consolidated Retirement System (TCRS) to submit a report to the Council on Pensions and Insurance on or before February 1, 2022 regarding the number of persons retired by the Board on a disability retirement allowance and whose disability determination resulted from their service as law enforcement officers.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (005296): Deletes all language after the enacting clause. Authorizes law enforcement officers who have been retired for more than nine months from a superseded retirement system administered by the state to continue working as a law enforcement officer without loss or suspension of benefits if certain parameters are met. Authorizes the employing law enforcement agency to make payments by appropriation of funds for what the retired member would have contributed during this employment. Clarifies that the proposed legislation does not prohibit any retired member or prior class member of the TCRS, or any retiree of a local retirement fund from receiving benefits from returning to service temporarily in a position covered by the TCRS.

The proposed legislation is repealed July 1, 2023.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase Local Expenditures –

\$70,100/Each Year FY21-22 through FY22-23/Permissive

Assumptions for the bill as amended:

- According to TCRS, based on a similar program for teachers it is assumed that 25 law enforcement officers will return for these two years with an annual cost per person of \$2,802 to the local law enforcement agency employer per year.
- Therefore, the total permissive increase in local expenditures is estimated to be \$70,050 (\$2,802 x 25) in each year FY21-22 through FY22-23.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The script is cursive and fluid, with the first name "Krista" and last name "Carsner" being more prominent than the middle name "Lee".

Krista Lee Carsner, Executive Director

/aw